NOTIFICATION.

(LAW DEPARTMENT).

No. LAW 184 LCR 65, dated Bangalore, the 15th September 1965.

Ordered that the accompanying Notification No. G.S.R 896, dated 25th June 1965 of the Ministry of Finance regarding the Post Office Savings Bank(Second Amendment) Rules 1965, which has been published in the Gazette of India, Extraordinary, Part II, Section 3, sub-section (i), dated the 25th June 1965, be republished in the *Mysore Gazette*, for general information.

By Order and in the name of the Governor of Mysore'

B. RAMACHANDRA RAO,
Under Secy. to Govt., L. D.

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GOVERNMENT OF INDIA.

MINISTRY OF FINANCE

(Department of Economic Affairs)

NOTIFICATION.

New Delhi, the 25th June 1965.

G.S.R. 896.—In exercise of the powers conferred by Section 15 of the Government Savings Bank Act, 1873 (5 of 1873) and of all other powers hereunto enabling, the Central Government hereby, makes the following rules further to amend the Post Office Savings Bank Rules, 1965, namely :—

1. These rules may be called the Post Office Savings Bank (Second Amendment) Rules, 1965.

2. In the Post Office Savings Bank Rules, 1965 :—

(a) for rule 3, the following rule shall be substituted, namely :—

" 3. *Types of Accounts and matters connected therewith* :—The types of accounts which may be opened, the persons by whom such accounts may be opened and operated upon, the maximum amount that can be credited to the account and other matters connected therewith shall be specified in the Table below, namely :—

T TABLE

Type of Account	Who may open	Maximum Deposit	No. of Accounts that can be opened	Who may operate the account
		Rs.		
(1) Single Account.	(*a*) A person who has attained the age of majority and who is of sound mind (hereinafter referred to as an adult)	25,000	One	The adult. An illiterate adult may operate on his account through a literate agent, nominated by him for the purpose.
	(*b*) A minor	25,000	One	The minor.
	(*c*) A guardian on behalf of a minor.	25,000	One on behalf of each minor	The guardian during the minority of the minor and thereafter by the ex-minor, provided that if the minor has an account opened by himself, he shall close one of the two accounts on attaining the age of majority.
	(*d*) A guardian of a person of unsound mind.		One on behalf of each person of unsound mind.	The guardian.

NOTE.—In the case of a person of unsound mind confined in a mental hospital, the Superintendent of the mental hospital may open an account on behalf of the person so confined and operate on it.

(2) Joint Account.	Two adults being persons who do not hold single accounts in their own names payable to (a) both jointly or survivor, or (b) either or survivor.	50,000	One	(a) Both the depositors jointly or the survivor (b) Either depositor or survivor.

NOTE.—If one of the depositors dies, the account shall, as from the date of the death of such depositor, be deemed to be a single account in the name of the surviving depositor.

Type of Account		Maximum Deposit	No. of Accounts that can be opened	Who may operate the account
		Rs.		
(3) Public Account.	A local authority or a law-fully constituted association, institution, or other body for the encouragement of thrift or for the mutual benefit of its members.	Without limit	One in respect of each authority or body.	One or two persons authorised for the purpose either jointly or severally at the option of the authority or body.
(4) Security Deposit Accounts.	(a) Employees, contractors and agents of Government or quasi-Government bodies or of Corporations or of Government Companies or of local authorities or of Universities, who are required to deposit security in their capacity as such employees, contractors or agents.	Without limit	One in respect of each contract or security in addition to an account in his 'personal' names.	The pledgee and the pledger to the extent of the amount authorised by the pledge.
	(b) Any person who is required to deposit security in connection with the purchase of a motor vehicle.	Without limit	One in respect of each vehicle.	The pledger on production of written authority from the pledgee.
(5) Provident Fund Accounts.	The authority controlling the provident fund in the name of the fund or on behalf of its individual members.	Without limit	One on behalf of the fund or one on behalf of each member.	The authority controlling the Provident Fund or the member on production of letter of authority from the Authority controlling the Provident Fund in the case of an account opened on behalf of the member.

Type of Account		Maximum Deposit	No. of Accounts that can be opened	Who may operate the account
		Rs.		
(6) Other Accounts	A Gazetted Government officer or an officer or a Government company or a local authority in his official capacity or the Reserve Bank of India on behalf of persons or bodies whose moneys are held as deposit or otherwise with such officer or Bank or a Receiver appointed by a Court of Law in respect of moneys received by him as such Receiver.	Without limit	One on behalf of each person or body.	The officer who opened the account or his successor in office".

(b) in the proviso to rule 9, after clause (iii), the following clause shall be inserted, namely :—

"(iii-A) no interest shall be allowed in respect of—

(a) a single account if the balance at credit exceeds Rs. 25,000 ;

(b) a joint account if the balance at credit exceeds Rs. 50,000."

3. This notification shall come into force on the 1st July, 1965.

[No. F. 2(9)NS./65].

A. R. SHIRALI, Jt. Secy.

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